UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress ¹

[Date approved: November 29, 2005]²

Bill No. and sponsor: H.R. 2771 (Mr. Wm. Lacy Clay of Missouri).

Proponent name, location: Sensient Technologies, St. Louis, MO.

Other bills on product (109th Congress only): None.

Nature of bill: Extension of temporary duty suspension through December 31, 2009.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

2,5-Bis[(1,3-dioxobutyl)amino]benzenesulfonic acid (CAS No. 70185-87-4) (provided for in subheading 2924.29.71).

Check one:	X No change to HTS heading 9902.02.39 is suggested.
	Different from that in bill as introduced (see Technical comments section).

Product information, including uses/applications and source(s) of imports:

The subject synthetic organic chemical is a dyestuff intermediate which is imported from China and India.

Estimated effect on customs revenue:

HTS subheading: <u>2924.29.71</u>										
	2005	2006	2007	2008	2009					
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%					
Estimated value <i>dutiable</i> imports	\$155,000	\$160,000	\$170,000	\$170,000	\$170,000					
Customs revenue loss <u>1</u> /	\$10,075	\$10,400	\$11,050	\$11,050	\$11,050					

 $[\]underline{1}$ / The estimated Customs revenue loss for 2005 and 2006 results from a duty suspension under HTS heading 9902.02.39 that expires on December 31, 2006.

Source of estimated dutiable import data: Industry estimates.

¹ Industry analyst preparing report: Robert Randall (202-205-3366); Tariff Affairs contact: David Michels (202-205-3440).

² Access to an electronic copy of this memorandum is available at http://usitc.gov/tata/hts/other/rel_doc/bill_reports/index.htm.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	US production of same or competitive product claimed?	Submission attached?	Opposition noted?
			(Yes/No)	
Sensient Technologies (Proponent) Jim DeLisi, Fax: 908-322-8494	10/7/2005	No	No	No
BASF Corporation Joseph C. Breunig, Fax: 704-587-7903	10/7/2005	No	No	No
Bayer Corporation Karen Niedermeyer, Fax: 412-777-7743	10/7/2005	No	No	No
Carey Industries, Inc. Raymond J. Carey, Fax: 203-791-2762	10/7/2005	No	No	No
Ciba Specialty Chemicals Corp. Michelle Forte, Fax: 914-785-4831	10/7/2005	No	No	No
Clariant Corporation Ken Golder Fax: 704-377-1063	10/7/2005	No	No	No
CMPA Larry Robinson, Fax: 703-684-1795	10/7/2005	No	No	No
Color Resources Int'l Inc. Wayne Jones, Fax: 864-862-6824	10/7/2005	No	No	No
Colorants & Textile Leather Chemicals Michael Strumpp, Fax: 973-426-3542	10/7/2005	No	No	No
ColorChem Steve Printz, Fax: 770-993-4780	10/7/2005	No	No	No
Day-Glo Michael Thornton, Fax: 216-391-1408	10/7/2005	No	No	No
DuPont Helen McMahon, Fax: 302-774-3980	10/7/2005	No	No	No
DyStar L.P. Van Hawkins, Fax: 704-561-3005	10/7/2005	No	No	No
ETAD Tucker Helms, Fax: 209-296-8120	10/7/2005	No	No	No

Everlight USA, Inc. Scott Chen, Fax: 704-588-0051	10/7/2005	No	No	No
Milliken Ray Sanders, Fax: 864-503-1618	10/7/2005	No	No	No
NFC John Dickson, Fax: 803-548-2683	10/7/2005	No	No	No
Noveon Tom Dirmyer, Fax: 214-415-6001	10/7/2005	No	No	No
Noviant Paul Schmidt, Fax: 513-841-4841	10/7/2005	No	No	No
Passaic Color John Wojciechowski, Fax: 973-279-3175	10/7/2005	No	No	No
Rohm & Haas Steven Volger, Fax: 215-592-2550	10/7/2005	No	No	No
United Color Tom Nowakowski, Fax: 215-860-8560	10/7/2005	No	No	No
Yorkshire Americas, Inc. Allen Hughes, Fax: 704-376-3091	10/7/2005	No	No	No

Technical comments:³ None.

The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

109TH CONGRESS 1ST SESSION

H. R. 2771

To extend the temporary suspension of duty on 2,5 bis [(1,3 dioxobutyl) amino] benzene sulfonic acid.

IN THE HOUSE OF REPRESENTATIVES

June 7, 2005

Mr. Clay introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To extend the temporary suspension of duty on 2,5 bis [(1,3 dioxobutyl) amino] benzene sulfonic acid.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. 2,5 BIS [(1,3 DIOXOBUTYL) MINO] BENZENE SUL-
- 4 FONIC ACID.
- 5 (a) In General.—Heading 9902.02.39 of the Har-
- 6 monized Tariff Schedule of the United States (relating to
- 7 2,5 bis [(1,3 dioxobutyl) amino] benzene sulfonic acid) is
- 8 amended by striking "12/31/2006" and inserting "12/31/2006"
- 9 2009".

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to goods entered, or withdrawn from
- 3 warehouse for consumption, on or after the 15th day after

4 the date of enactment of this Act.

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